

**CONSOLIDATED INSURANCE TRUST**  
**INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2002**

	October-02					September-02					Current Fiscal		Prior Year		3 Years	5 Years
	Market Value	Allocation	Policy (1)	Gross	Net	Market Value	Allocation	Policy (1)	Gross	Net	Year-to-Date	Returns	FY02	Returns	Ended	Ended
															6/30/2002	6/30/2002
															Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																
<i>Structured Growth</i>																
<i>AllianceBernstein</i>	15,122,180	1.6%	1.8%	7.98%	7.96%	14,003,856	1.5%	1.8%	-13.47%	-13.54%	-6.57%	-6.66%	-28.37%	-28.65%	-16.80%	N/A
<i>Russell 1000 Growth</i>				9.17%	9.17%				-15.05%	-15.05%	-7.26%	-7.26%	-26.49%	-26.49%	-16.15%	N/A
<i>Structured Value</i>																
<i>LSV</i>	15,607,005	1.7%	1.8%	2.76%	2.74%	15,175,650	1.7%	1.8%	-18.53%	-18.60%	-16.28%	-16.37%	2.90%	2.41%	5.40%	N/A
<i>Russell 1000 Value</i>				7.41%	7.41%				-18.77%	-18.77%	-12.75%	-12.75%	-8.96%	-8.96%	-2.92%	N/A
<i>S&amp;P 500 Index</i>																
<i>State Street</i>	75,552,556	8.2%	8.5%	8.80%	8.80%	69,441,630	7.6%	8.5%	-17.25%	-17.26%	-9.97%	-9.98%	-17.99%	-18.03%	-9.27%	3.58%
<i>S&amp;P 500</i>				8.80%	8.80%				-17.28%	-17.28%	-10.00%	-10.00%	-17.99%	-17.99%	-9.18%	3.67%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	106,281,741	11.5%	12.1%	7.75%	7.74%	98,621,136	10.8%	12.1%	-16.93%	-16.96%	-10.49%	-10.53%	-16.75%	-16.89%	-8.30%	3.74%
<i>S&amp;P 500</i>				8.80%	8.80%				-17.28%	-17.28%	-10.00%	-10.00%	-17.99%	-17.99%	-9.18%	3.67%
<b>SMALL CAP DOMESTIC EQUITY</b>																
<i>Manager-of-Managers</i>																
<i>SEI</i>	51,636,364	5.6%	6.0%	2.53%	2.46%	50,384,108	5.5%	6.0%	-19.14%	-19.31%	-17.09%	-17.33%	-10.97%	-11.77%	N/A	N/A
<i>Russell 2000 + 200bp</i>				3.38%	3.38%				-20.97%	-20.97%	-18.30%	-18.30%	-7.96%	-7.96%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	51,636,364	5.6%	6.0%	2.53%	2.46%	50,384,108	5.5%	6.0%	-19.14%	-19.31%	-17.09%	-17.33%	-10.90%	-11.69%	2.22%	4.32%
<i>Russell 2000</i>				3.21%	3.21%				-21.40%	-21.40%	-18.87%	-18.87%	-8.59%	-8.59%	1.67%	4.44%
<b>CONVERTIBLES</b>																
<i>TCW</i>	99,618,463	10.8%	11.9%	3.55%	3.51%	96,914,343	10.6%	11.9%	-9.95%	-10.05%	-6.76%	-6.89%	-19.94%	-20.37%	-2.22%	N/A
<i>First Boston Convertible Index</i>				2.85%	2.85%				-8.47%	-8.47%	-5.86%	-5.86%	-12.44%	-12.44%	0.11%	N/A
<b>INTERNATIONAL EQUITY</b>																
<i>Large Cap - Active</i>																
<i>Capital Guardian</i>	69,139,078	7.5%	8.0%	8.79%	8.75%	63,599,788	7.0%	8.0%	-20.48%	-20.58%	-13.49%	-13.63%	-11.65%	-12.10%	-2.96%	2.87%
<i>MSCI EAFE - 50% Hedged</i>				5.40%	5.40%				-20.02%	-20.02%	-15.70%	-15.70%	-14.62%	-14.62%	-7.32%	-1.89%
<b>DOMESTIC FIXED INCOME</b>																
<i>Core Bond</i>																
<i>Western Asset</i>	284,295,165	30.8%	29.1%	-0.87%	-0.89%	286,484,108	31.4%	29.1%	3.55%	3.51%	2.65%	2.59%	8.58%	8.36%	8.53%	7.80%
<i>Lehman Aggregate</i>				-0.46%	-0.46%				4.58%	4.58%	4.10%	4.10%	8.62%	8.62%	8.10%	7.57%
<i>Index</i>																
<i>Bank of ND</i>	158,936,931	17.2%	16.6%	-0.96%	-0.96%	160,476,819	17.6%	16.6%	5.97%	5.96%	4.96%	4.93%	8.44%	8.38%	7.79%	7.42%
<i>Bank of ND CD'S</i>	8,116,532	0.9%	0.9%	0.29%	0.29%	8,093,027	0.9%	0.9%	0.97%	0.97%	1.26%	1.26%	5.04%	5.04%	5.55%	5.48%
<b>Total Index</b>	167,053,463	18.1%	17.5%	-0.90%	-0.90%	168,569,846	18.5%	17.5%	5.29%	5.28%	4.34%	4.32%	8.20%	8.14%	7.66%	7.30%
<i>Lehman Gov/Corp</i>				-0.96%	-0.96%				5.70%	5.70%	4.68%	4.68%	8.24%	8.24%	7.86%	7.47%
<i>BBB Average Quality</i>																
<b>Strong</b>	112,551,166	12.2%	11.6%	-0.60%	-0.62%	113,585,005	12.5%	11.6%	3.18%	3.08%	2.57%	2.44%	N/A	N/A	N/A	N/A
<i>Lehman US Credit BAA</i>				-1.18%	-1.18%				2.70%	2.70%	1.49%	1.49%	N/A	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	563,899,794	61.1%	58.2%	-0.79%	-0.81%	568,638,959	62.4%	58.2%	4.08%	4.03%	3.25%	3.19%	7.71%	7.55%	7.88%	7.42%
<i>Lehman Gov/Corp</i>				-0.96%	-0.96%				5.70%	5.70%	4.68%	4.68%	8.24%	8.24%	7.86%	7.47%
<b>CASH EQUIVALENTS</b>																
<i>Bank of ND</i>	32,492,539	3.5%	3.8%	0.15%	0.15%	33,042,029	3.6%	3.8%	0.48%	0.48%	0.63%	0.63%	2.41%	2.41%	4.76%	4.99%
<i>90 Day T-Bill</i>				0.15%	0.15%				0.45%	0.45%	0.60%	0.60%	2.63%	2.63%	4.68%	4.84%
<b>TOTAL INSURANCE TRUST</b>	923,067,979	100.0%	100.0%	1.48%	1.46%	911,200,363	100.0%	100.0%	-3.53%	-3.59%	-2.10%	-2.18%	-1.49%	-1.73%	3.72%	6.68%
<i>POLICY TARGET BENCHMARK</i>				1.48%	1.48%				-3.01%	-3.01%	-1.58%	-1.58%	-0.22%	-0.22%	3.61%	6.46%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations.